Financial Statements

1986

CORPORATION OF THE CITY OF NEW WESTMINSTER, BRITISH COLUMBIA

87-04458/

INDEX 1986

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CITY COUNCIL - 1986

MAYOR - T.C. BAKER

ALDERMEN

C.M. DONNELLY	J. FRANCIS	M.J. HUGHES
W.H. JANZEN	A.R. MERCER	E.R. TOPOROWSKI

STANDING COMMITTEES
(first named is committee chairman)

FINANCE AND ADMINISTRATION
Mayor T.C. Baker, Ald. C.M. Donnelly, Ald. J. Francis, Ald. M.J. Hughes
Ald. W.H. Janzen, Ald. A.R. Mercer, Ald. E.R. Toporowski

FIRE
Ald. W.H. Janzen, Ald. C.M. Donnelly, Ald. A.R. Mercer

PUBLIC WORKS, UTILITIES AND INDUSTRIAL DEVELOPMENT
Ald. C.M. Donnelly, Ald. J. Francis, Ald. W.H. Janzen

EMERGENCY PLANNING
Ald. E.R. Toporowski, Ald. M.J. Hughes, Ald. W.H. Janzen

TRAFFIC
Ald. J. Francis, Ald. M.J. Hughes, Ald. E.R. Toporowski

PARKS AND RECREATION
Ald. M.J. Hughes, Ald. A.R. Mercer, Ald. E.R. Toporowski

HEALTH AND SOCIAL PLANNING
Ald. A.R. Mercer, Ald. C.M. Donnelly, Ald. J. Francis

LIBRARY BOARD
D.A. MacDonald (Chairman)
Ald. W.H. Janzen
Mrs. M. Gifford
B. Griffiths
Mrs. S. MacDonald
R.J. Pelletier
Mrs. M. Peters

ADVISORY PLANNING COMMISSION
W.A. Drinkwater (Chairman)
Ald. M.J. Hughes
G.P. Cassady
D. De La Mothe
W. Love
B. Puri
W. Recanello
J. Strath
K. Williams

MUNICIPAL POLICE BOARD
Mayor T.C. Baker (Chairman)
G. Cassady
J. Cox
H. Hamm
Mrs. D. Nelson

HERITAGE ADVISORY COMMITTEE
Ald. A.R. Mercer (Chairman)
P. Arvanitidis
Mrs. M. Cassady
B. Chaster
Mrs. G. Dibble
E. Pullem
D. Zarn

GREATER VANCOUVER REGIONAL DISTRICT
Mayor T.C. Baker

CITY OFFICIALS

1986

CITY ADMINISTRATOR	D.A. MANNING
TREASURER-COLLECTOR	J.W. WHAN
CITY CLERK	P.J. LARKIN
PURCHASING AGENT	B.T. ANDERSON
CHIEF LICENCE INSPECTOR	M.K. CLERIHUE
PERSONNEL DIRECTOR	A.H. WOODBURY
CITY ENGINEER	P.A. CONNOLLY
CITY ELECTRICAL ENGINEER	R. ZBARSKY
CITY PLANNER	K.P. CAMERON
PARKS ADMINISTRATOR	D.K. WINSLADE
MEDICAL HEALTH OFFICER	DR. A.S. ARNEIL
CHIEF PUBLIC HEALTH INSPECTOR	R.N. FRASER
POLICE CHIEF	K.G. BROWN
FIRE CHIEF	J. McCALLUM
LIBRARIAN	A.N. WOODLAND
AUDITORS	THORNE, ERNST & WHINNEY
BANKERS	BANK OF MONTREAL

MAYORS OF NEW WESTMINSTER

JAMES CUNNINGHAM 1873
ROBERT DICKINSON . . . . . 1874 and 1875
THOMAS R. McINNES . . . . . 1876 and 1877
HENRY HOLBROOK 1878
W.D. FERRIS 1879
ROBERT DICKINSON . . . . . 1880 and 1881
LOFTUS R. McINNES 1882
HENRY EDMONDS . . . . . (8 mo.) 1883
ROBERT DICKINSON . . . . . (4 mo.) 1883, 1884, 1885, 1886, 1887 and 1888
JOHN HENDRY . . . . . (6 mo.) 1889
W.B. TOWNSEND . . . . . (6 mo.) 1889
JOHN BROWN . . . . . 1890 and 1891
W.B. TOWNSEND 1892
D.A. CURTIS 1893
HENRY HOY 1894
B.W. SHILES . . . . . 1895, 1896 and 1897
THOS. OVENS . . . . . 1898 and 1899
J.G. SCOTT . . . . . 1900 and 1901
W.H. KEARY . . . . . 1902, 1903, 1904, 1905, 1906, 1907, 1908 and 1909
JOHN A. LEE . . . . . 1910, 1911 and 1912
A.W. GRAY . . . . . 1913, 1914, 1915, 1916, 1917, 1918 and 1919
J.J. JOHNSTON . . . . . 1920, 1921 and 1922
T.S. ANNANDALE . . . . . 1923, 1924, 1925 and 1926
A.W. GRAY . . . . . 1927, 1928, 1929, 1930, 1931, 1932 and 1933
F.J. HUME . . . . . 1934, 1935, 1936, 1937, 1938, 1939, 1940, 1941 and 1942
W.M. MOTT . . . . . 1943, 1944, 1945, 1946, 1947 and 1948
J.L. SANGSTER . . . . . 1949 and 1950
F.H. JACKSON . . . . . 1951, 1952, 1953, 1954, 1955, 1956, 1957 and 1958
BETH WOOD . . . . . 1959, 1960, 1961, 1962, 1963 and (4 mo.) 1964
J.S. GIFFORD . . . . . (7 mo.) 1964, 1965, 1966, 1967 and 1968
M.S. EVERS . 1969, 1970, 1971, 1972, 1973, 1974, 1975, 1976, 1977, 1978, 1979, 1980, 1981 and 1982
T.C. BAKER . . . . . 1983, 1984, 1985 and 1986

AUDITORS' REPORT

The Mayor and Aldermen
City of New Westminster

We have examined the capital and loan fund, trust and reserve fund, general operating fund, electricity distribution system, water distribution system, and sewer utility system balance sheets of the Corporation of the City of New Westminster as at December 31, 1986 and the related statements of revenue and expenditure, surplus and equity in fixed assets for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the City as at December 31, 1986 and the results of its operations for the year then ended, in accordance with accounting principles generally accepted for British Columbia municipalities applied on a basis consistent with that of the preceding year.

Thorne Ernst + Whinney

New Westminster, Canada
March 20, 1987.

THORNE, ERNST & WHINNEY
Chartered Accountants.

CORPORATION OF THE CITY OF NEW WESTMINSTER

BALANCE SHEETS

FOR THE YEAR ENDED DECEMBER 31

Exhibit 1

	1986	1985
CAPITAL AND LOAN FUND		
ASSETS		
Accounts receivable	$ --	$ 3,900
Fixed assets per exhibit 6	46,918,192	44,345,714
Work in progress	137,582	477,700
	$47,055,774	$44,827,314
LIABILITIES		
Due to general operating fund	$ 131,980	$ 475,998
Mortgage payable	4,000	13,500
Debenture debt, per exhibit 7	1,068,670	1,385,102
Loan Agreement - Province of British Columbia	450,000	--
Interest rates - 1989-92 4.8% 1993-95 9.6% 1996-98 12%		
Repayment commences on March 13, 1989		
Equity in fixed assets, per exhibit 3	45,401,124	42,952,714
Contingent liability (Note 2)		
	$47,055,774	$44,827,314
TRUST AND RESERVE FUND		
ASSETS		
Cash on hand and on deposit		
Cash on hand	$ 332,199	$ 553,862
Term deposits	5,457,705	5,949,525
	5,789,904	6,503,387
Accounts Receivable	--	690,023
Investments		
Federal Government	945,877	939,783
Provincial Government	369,000	99,125
Other	439,021	508,474
	1,753,898	1,547,382
Debentures - First Capital City Development Company Limited (Note 3)	1,115,699	--
	$ 8,659,501	$ 8,740,792
LIABILITIES		
Trust funds, per exhibit 8	$ 164,573	$ 199,358
Reserve funds, per exhibit 8	8,494,928	8,541,434
	$ 8,659,501	$ 8,740,792

J.W. WHAN
Treasurer

CORPORATION OF THE CITY OF NEW WESTMINSTER

GENERAL REVENUE FUND BALANCE SHEET

AS AT DECEMBER 31

Exhibit 2

	1986	1985
ASSETS		
Cash on hand and on deposit		
Cash on hand	$ 1,573,661	$ 979,968
Term deposits	1,107,661	616,917
	2,681,322	1,596,885
Receivables		
Property taxes	1,469,575	1,564,179
Due from other funds and utilities	480,477	1,023,823
Due from Provincial Government	681,874	510,174
Due from other government agencies	8,142	--
Other receivables	2,116,981	2,392,312
	4,757,049	5,490,488
Investments	26,000	28,000
Mortgage receivable	951,957	951,957
Inventories	121,694	122,769
Property acquired for taxes		
Subject to redemption	61,706	632,727
Deeded to municipality	8,250	8,250
Deferred charges and other assets	352,391	773,959
Deposit - Municipal Finance Authority	61,696	55,432
	$ 9,022,065	$ 9,660,467
LIABILITIES		
Payables		
Due to other funds and utilities	$ 656,305	$ 917,347
Trade accounts	3,429,481	3,639,186
Due to Federal Government	433,436	346,205
Due to other government agencies	113,674	300,625
	4,632,896	5,203,363
Debenture installments due		
Principal	17,160	18,160
Interest	8,075	10,470
	25,235	28,630
Other liabilities and reserves	2,057,012	2,205,902
General operating fund surplus, per exhibit 4	2,306,922	2,222,572
	$ 9,022,065	$ 9,660,467

J.W. Whan
Treasurer

CORPORATION OF THE CITY OF NEW WESTMINSTER

STATEMENT OF EQUITY IN FIXED ASSETS

FOR THE YEAR ENDED DECEMBER 31

Exhibit 3

	1986	1985
Equity in fixed assets at January 1	$42,952,714	$41,120,457
Add: Retirement of debentures from revenue fund	316,432	370,580
Foregiveness of mortgage repayment	9,500	9,500
Capitalized expenditures	2,606,089	1,805,521
	45,884,735	43,306,058
Deduct: Fixed asset valuation	321,861	333,395
Sale of land	161,750	19,949
	483,611	353,344
Equity in fixed assets at December 31, per exhibit 1	$45,401,124	$42,952,714

CORPORATION OF THE CITY OF NEW WESTMINSTER

STATEMENT OF GENERAL OPERATING FUND SURPLUS

FOR THE YEAR ENDED DECEMBER 31

Exhibit 4

	1986	1985
General operating fund surplus at January 1	$ 2,222,572	$ 2,088,551
Add: Surplus for the year, per exhibit 5	84,350	43,354
Adjustment of prior years' operations	--	73,507
Refund of M.F.A. debt reserve	--	17,160
General operating fund surplus at December 31, per exhibit 2	$ 2,306,922	$ 2,222,572

CORPORATION OF THE CITY OF NEW WESTMINSTER

GENERAL OPERATING FUND

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31

Exhibit 5

	1986	1985
REVENUE		
Taxes		
General property tax	$16,260,116	$15,354,779
Local improvements	128,992	124,606
	16,389,108	15,479,385
Grants in lieu of taxes		
Federal Government	171,372	208,958
Federal Government Agencies	26,485	25,209
Provincial Government	723,406	691,103
Provincial Government Agencies	399,798	393,882
	1,321,061	1,319,152
Sale of services		
Fire protection	513,684	472,960
Parking meter revenue	70,479	67,470
Refuse collection	241,350	268,586
Cemetery	42,221	36,539
Market	137,684	170,748
Parks and recreation	2,015,532	1,855,177
Library	115,155	119,514
Other	121,033	133,264
	3,257,138	3,124,258
Other revenue from own sources		
Business licences	448,715	429,416
Municipal vehicle licences	15,060	16,921
Inspection permits	283,596	381,858
Other licences and permits	48,121	37,574
Fines	288,067	222,587
Rentals	171,762	176,609
Pole agreements and contact charges	50,165	76,276
Interest on investments	290,945	319,845
Penalties and interest on taxes	265,203	375,989
Miscellaneous revenue	38,221	99,745
	1,899,855	2,136,820
Unconditional transfers from Provincial Government	1,725,098	1,571,764
Conditional transfers from Federal Government	5,200	35,614
Conditional transfers from Provincial Government	835,718	1,004,382
Contributions	30,257	149,595
Other transfers		
Electricity distribution system, exhibit 12	1,683,123	1,811,612
Provision for future expenditure	259,150	63,135
Trust and reserve fund	40,045	--
	1,982,318	1,874,747
Collection for other governments	14,580,099	14,743,270
	$42,025,852	$41,438,987

J.W. Whan
Treasurer

CORPORATION OF THE CITY OF NEW WESTMINSTER

GENERAL OPERATING FUND

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31

Exhibit 5

	1986	1985
EXPENDITURE		
General government		
Legislative	$ 96,448	$ 96,533
Administrative	1,617,054	1,545,349
Other	900,758	759,344
	2,614,260	2,401,226
Protective services		
Police services	6,261,564	5,915,171
Fire protection	4,560,940	4,455,758
Protective inspections	317,559	324,707
Animal and pest control	119,376	103,357
	11,259,439	10,798,993
Transportation services		
Public works	1,956,154	1,995,307
Parking control	251,062	230,233
	2,207,216	2,225,540
Environmental health services		
Comfort station	--	9,957
Refuse collection and disposal	754,983	864,769
	754,983	874,726
Public health and welfare services		
Public health	776,801	735,007
Cemetery	175,111	184,105
Other	65,905	84,502
	1,017,817	1,003,614
Environmental development services		
Environmental planning	421,430	356,638
City market	174,125	195,298
Donations and grants	75,783	68,512
	671,338	620,448
Recreational and cultural services		
Parks and recreation	5,217,092	4,927,572
Historic centre and museum	114,168	102,231
Library	1,263,609	1,181,535
	6,594,869	6,211,338
Fiscal services		
Debt charges - exhibit 9	652,978	706,248
Transfers to reserves	151,772	137,298
	804,750	843,546
Transfer to other funds and provision for future capital expenditure	1,419,177	1,662,150
Decorative lighting	17,554	10,782
Transmission of taxes levied for other governments	14,580,099	14,743,270
Total expenditure	41,941,502	41,395,633
Surplus for year ended December 31, exhibit 4	84,350	43,354
	$42,025,852	$41,438,987

J.W. Whan
Treasurer

CORPORATION OF THE CITY OF NEW WESTMINSTER

GENERAL FIXED ASSETS

AS AT DECEMBER 31

Exhibit 6

	1986	1985
(Includes land, buildings, equipment and structures)		
General government		
Civic offices	$ 3,093,953	$ 2,918,972
Protective services		
Fire protection	1,047,652	1,073,103
Police services	318,645	374,254
Animal control	247,923	8,661
	1,614,220	1,456,018
Transportation services		
Workshop and equipment	840,844	800,001
Bridges and structures	3,829,775	3,719,916
Roads and sidewalks	15,870,115	14,140,159
Parking control	58,674	65,193
	20,599,408	18,725,269
Environmental health services		
Refuse collection and disposal	306,037	325,242
Drainage structures	282,343	282,343
	588,380	607,585
Public health and welfare services		
Public health	317,068	318,226
Cemetery	209,594	212,007
Pioneer Place	402,165	402,384
Beacon School	32,000	32,000
	960,827	964,617
Environmental development services		
City market	391,634	394,059
Recreational and cultural services		
Parks and recreation	13,107,188	12,966,173
Historic centre and museum	148,374	148,374
Library	2,358,364	2,368,245
Begbie Square	782,915	782,915
	16,396,841	16,265,707
Other		
Water lots	444,344	606,094
Parking deck	1,547,012	1,547,012
Other land	1,281,574	860,381
	3,272,930	3,013,487
General fixed assets, per exhibit 1	$45,918,192	$44,345,714

CORPORATION OF THE CITY OF NEW WESTMINSTER

SCHEDULE OF DEBENTURE DEBT

AS AT DECEMBER 31, 1986

Exhibit 7

BYLAW NO.	PURPOSE					
	Sewerage improvements					
4242	Sewerage systems, 1967	6	%	$ 26,000	Aug.	1, 1987-97
4657	Sewerage systems, 1973 (portion)	6.51	%	207,143	July	1, 1987-92
5158	Queensborough Specified Area Sewerage System - Stage 1	12.27	%	1,377,607	Dec.	6, 1987-99
				1,610,750		
	Local improvement issues					
4657	Storm sewers, 1973 (portion)	6.51	%	223,339	July	1, 1987-92
4657	Curbs and paving, 1973 (portion)	6.51	%	162,932	July	1, 1987-92
				386,271		
	Other issues					
4034/4218	Hospital grant	6	%	46,000	April	15, 1987
4715	Park improvements	6.98	%	39,588	Sept.	1, 1987-93
4640	Sewer separation, 1973	6.3522	%	179,698	July	1, 1987-92
5152	Library addition	12.27	%	417,113	Dec.	6, 1987-92
				682,399		
	Total debenture debt			2,679,420		
	Deduct: Transferred to Sewer Utility System			1,610,750		
	Debenture debt, per exhibit 1			$1,068,670		

CORPORATION OF THE CITY OF NEW WESTMINSTER

TRUST AND RESERVE FUNDS

AS AT DECEMBER 31

Exhibit 8

	1986	1985
Trust funds		
Cemetery care fund	$ 153,690	$ 149,169
Library grants	32	40,045
Minor lacrosse promotion	7,427	6,995
Other trust funds	3,424	3,149
Total trust funds, per exhibit 1	$ 164,573	$ 199,358
Reserve funds		
Construction of municipal works	$ 2,028,741	$ 1,309,638
Equipment replacement fund	3,694,775	3,179,409
Land acquisition reserve - industrial	462,105	826,193
Land acquisition reserve - general	170,298	156,668
Development cost charges - water system - Queensborough	9,744	8,964
Drainage development - Queensborough	318,092	292,633
Development of lands - Queensborough	449,278	413,320
Ryall Park relocation	314,174	378,658
Tax sale land	1,024,552	1,253,539
Century House renovations	--	41,532
Fire communication equipment	--	3
Spruce Street bridge	--	116,160
Centennial Lodge addition	767	2,651
Brunette River bridge	17,391	70,929
Downtown revitalization	--	316,927
New animal shelter	5,011	174,210
Total reserve funds, per exhibit 1	$ 8,494,928	$ 8,541,434

CORPORATION OF THE CITY OF NEW WESTMINSTER

SCHEDULE OF DEBT CHARGES

FOR THE YEAR ENDED DECEMBER 31

Exhibit 9

	1986	1985
Debenture debt charges - serial issues	$ 696,017	$ 778,878
Deduct: Recoveries		
Greater Vancouver Regional Hospital District	47,140	47,570
Sewer utility system	300,729	301,565
	347,869	349,135
	348,148	429,743
Interest on tax prepayments	9,524	6,118
Bank charges and interest	75,477	67,585
Amortization levy - G.V.S. and D.D. re Brunette Creek diversion	219,829	202,802
NET EXPENDITURE, per exhibit 5	$ 652,978	$ 706,248

CORPORATION OF THE CITY OF NEW WESTMINSTER

SCHEDULE OF PROVINCIAL AND FEDERAL CONTRIBUTIONS AND GRANTS

FOR THE YEAR ENDED DECEMBER 31

Exhibit 10

	1986	1985
Provincial Government		
Health - general	$ 9,886	$ 9,886
Health - recovery of administration costs	76,750	74,816
Health - community care facilities licensing	19,622	14,322
Home owner	3,242,924	3,162,652
Grant in lieu of taxes	723,406	691,102
Emergency measures	3,000	3,000
Heritage inventory grant	4,659	29,616
Revenue sharing act - general	1,725,098	1,571,764
Revenue sharing act - sewerage assistance	262,911	267,354
Revenue sharing act - highways grant	156,211	--
Highways grant	215,518	540,835
Sewer studies	6,753	--
Cultural services grant	12,000	12,000
Queensborough road/rail project	13,000	319,907
Police - service of criminal documents	18,030	--
Police - prisoner custodial service	15,384	8,304
B.C. Hydro - grant in lieu of taxes	348,278	348,278
I.C.B.C. - grant in lieu of taxes	51,520	107,303
Library automation	25,000	--
Economic development	10,500	--
20th Street storm sewer project	289,572	--
	7,230,022	7,161,139
Federal Government		
Grant in lieu of taxes	171,372	208,958
C.M.H.C. - grant in lieu of taxes	26,485	25,209
R.R.A.P. recovery	5,200	25,810
Canada works program	--	5,146
Career access program	--	3,558
Family services	--	1,100
	203,057	269,781
	$ 7,433,079	$ 7,430,920

CORPORATION OF THE CITY OF NEW WESTMINSTER

ELECTRICITY DISTRIBUTION SYSTEM

BALANCE SHEET

AS AT DECEMBER 31

Exhibit 11

	1986	1985
ASSETS		
Current assets		
Inventory of materials	$ 1,461,573	$ 1,560,916
	1,461,573	1,560,916
Fixed assets, at net book value	7,395,733	7,063,571
	$ 8,857,306	$ 8,624,487
LIABILITIES		
Current liabilities		
Accounts payable	$ 1,001,991	$ 937,600
Due to general operating fund	348,496	547,825
Security deposits	111,086	75,491
	1,461,573	1,560,916
Equity in fixed assets	7,395,733	7,063,571
	$ 8,857,306	$ 8,624,487

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31

Exhibit 12

	1986	1985
REVENUE		
Sale of energy	$12,887,512	$12,204,773
Street lighting	195,673	189,417
Other revenue	43,120	87,723
	$13,126,305	$12,481,913
EXPENDITURE		
Maintenance of system	$ 1,200,315	$ 1,271,678
Administration	854,639	809,148
Purchase of energy	8,567,065	8,096,569
Additions to system and equipment	821,163	492,906
	11,443,182	10,670,301
Surplus for the year - transferred to general operating fund - exhibit 5	1,683,123	1,811,612
	$13,126,305	$12,481,913

J.W. Whan
Treasurer

CORPORATION OF THE CITY OF NEW WESTMINSTER

WATER DISTRIBUTION SYSTEM

BALANCE SHEET

AS AT DECEMBER 31

Exhibit 13

	1986	1985
ASSETS		
Current assets		
Inventory of material	$ 145,447	$ 142,245
Due from general operating fund	261,928	139,372
	407,375	281,617
Fixed assets, at net book value	2,471,360	2,329,240
	$ 2,878,735	$ 2,610,857
LIABILITIES		
Current liabilities		
Accounts payable	$ 86,442	$ 108,084
Provision for future expenditure	320,933	173,533
	407,375	281,617
Equity in fixed assets	2,471,360	2,329,240
	$ 2,878,735	$ 2,610,857

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31

Exhibit 14

	1986	1985
REVENUE		
Sale of water	$ 1,225,744	$ 1,151,750
Fire hydrants	35,000	35,000
Other revenue	28,712	33,395
	$ 1,289,456	$ 1,220,145
EXPENDITURE		
Maintenance of system	$ 204,230	$ 204,211
Administration	211,286	220,360
Purchase of water	522,647	501,187
Additions to system	203,893	240,964
Provision for future capital expenditure	147,400	53,423
	$ 1,289,456	$ 1,220,145

J.W. Whan
Treasurer

CORPORATION OF THE CITY OF NEW WESTMINSTER

SEWER UTILITY SYSTEM

BALANCE SHEET

AS AT DECEMBER 31

Exhibit 15

	1986	1985
ASSETS		
Current assets		
Due from general operating fund	$ 394,377	$ 77,975
Due from Provincial Government	6,753	--
Deferred charge	--	4,104
	401,130	782,079
Fixed assets	7,723,291	7,253,549
	$ 8,124,421	$ 8,035,628
LIABILITIES		
Current liabilities		
Accounts payable	$ 3,302	$ 175,632
Provision for future expenditure	311,635	461,291
	314,937	636,923
Debenture debt	1,610,750	1,683,265
Equity in fixed assets	6,198,734	5,715,440
	$ 8,124,421	$ 8,035,628

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31

Exhibit 16

	1986	1985
REVENUE		
User charges	$ 1,605,181	$ 1,583,693
Provincial Government grant - Revenue Sharing Act	262,911	267,354
Provincial Government grant - study	6,753	--
Local improvement levies	48,826	49,662
Transferred from provision for future expenditure	144,354	110,026
	$ 2,068,025	$ 2,010,735
EXPENDITURE		
Greater Vancouver Sewerage and Drainage District levy	$ 1,092,547	$ 1,015,550
Maintenance of system	197,788	209,959
Administration	59,658	60,226
Debt charges	263,779	264,615
Studies	8,505	--
Additions to system	408,798	423,435
Transfers to other funds	36,950	36,950
	$ 2,068,025	$ 2,010,735

J.W. Whan
Treasurer

1. SIGNIFICANT ACCOUNTING POLICIES

(a) British Columbia Municipalities

It is the City's policy to follow accounting principles generally accepted for British Columbia municipalities and to apply such policies consistently. Accordingly, the resources and operations of the City are segregated into various funds for accounting and financial reporting purposes, each being treated as a separate entity with respect to its assets, liabilities and operation.

(b) Inventories

Inventories are carried at cost or replacement value.

(c) Investments

Investments are carried at cost, which approximates market values.

(d) Fixed assets

All land, buildings, equipment and structures and electrical and water distribution systems are recorded at cost. Depreciation is provided on certain fixed assets using the following annual rates:

Equipment	5% - 20%
Electrical Distribution System	4%
Water Distribution System	2½% - 5%

(e) Interest accruals

Interest expense is recorded on the cash basis and accordingly no accrued interest expense is recorded in the accounts.

(f) Accounts payable

Purchase orders outstanding at December 31 are included in accounts payable.

2. CONTINGENT LIABILITY

The loan agreements with the Greater Vancouver Regional District and the Municipal Finance Authority provide that, if at any time the scheduled payments provided for in the agreements are not sufficient to meet the Authority's obligations in respect of such borrowing, the resulting deficiency becomes a joint and several liability of the City and the other participants.

3. DEBENTURES - First Capital City Development Company Limited (FCC)

During the year the City finalized its financial participation with respect to the downtown waterfront redevelopment project by disposing of certain properties to FCC. As consideration for the transfer of such properties, FCC issued to the City $1,115,698.84 in series B debentures bearing an interest rate of 3 3/4% per annum. FCC is not required to pay any interest or principal until immediately before the earlier of FCC declaring a dividend or being wound up.

CORPORATION OF THE CITY OF NEW WESTMINSTER

FINANCIAL STATISTICS

Fiscal year ended December 31	1982	1983	1984	1985	1986
Population - estimated	39,000	39,000	39,000	39,000	39,000
Value of assessments actually taxes - general purposes	206,805,607	1,235,940,139	1,266,141,012	1,317,220,013	1,341,289,924
Tax levy:					
General	12,205,667	13,607,544	14,764,666	15,354,779	16,260,116
School - local	5,558,432	5,308,155	5,421,908	5,666,647	6,168,212
School - provincial	8,242,636	8,005,266	8,571,138	7,448,135	6,105,858
Regional districts and authorities	1,044,985	1,219,871	1,300,877	1,384,499	1,462,386
Urban Transit Authority	220,817	40,905	216,658	243,989	843,643
Local improvements and special levies	237,579	247,870	261,644	261,931	177,818
Total levy	27,510,116	28,429,621	30,536,890	30,359,980	31,018,033
Per capita	705.39	728.96	783.00	778.46	795.33
Tax Collections:					
Current taxes collected	25,793,990	26,989,351	29,115,118	29,252,890	29 944,855
Percentage of current levy collected	93.76%	94.93%	95.34%	96.35%	96.54%
Arrears collected	552,420	1,441,972	2,459,363	2,118,428	1,368,298
Percentage of arrears collected	64.04%	60.44%	84.56%	86.14%	85.80%
Total collections	26,346,410	28,431,323	31,574,481	31,371,318	31,313,153
Accumulated tax arrears	2,385,654	2,908,639	2,218,511	1,594,742	1,469,575
General operating fund surplus for the year after capital expenditure from revenue	--	819,576	608,599	43,354	84,350
Debenture debt					
General	2,438,554	2,098,018	1,755,683	1,385,102	1,068,670
Sewer utility system	1,868,028	1,811,668	1,750,098	1,683,265	1,610,750
Total debenture debt	4,306,582	3,909,686	3,505,781	3,068,367	2,679,420
Per capita	110.43	100.25	89.89	78.68	68.70
Number of building permits issued	263	346	318	256	349
Value of building permits issued	67,079,039	31,629,614	26,007,774	50,521,293	34,257,567